

Minutes of the Finance Committee

The Finance Committee of the McLean County Board met on Tuesday, June 5, 2007 at 4:00 p.m. in Room 400 of the Government Center, 115 East Washington Street, Bloomington, IL.

Members Present: Chairman Sorensen; Members Moss, Butler, Nuckolls and Rackauskas

Members Absent: Member Selzer

Other Members Present: None

Staff Present: Mr. John Zeunik, County Administrator; Mr. Terry Lindberg, Assistant County Administrator; Ms. Jude LaCasse, Recording Secretary, County Administrator's Office

Department Heads/
Elected Officials
Present:

Ms. Jennifer Ho, Risk Management; Mr. Bill Yoder, State's Attorney; Ms. Jackie Dozier, County Auditor; Ms. Becky McNeil, County Treasurer; Mr. Lee Newcom, County Recorder; Ms. Peggy Ann Milton, County Clerk; Mr. Don Lee, Director, Nursing Home

Others Present: Mr. Robert Neirynek, Attorney, Costigan & Wollrab, PC; Mr. Gary Nelson, Attorney, Heyl Royster Voelker; Ms. Carol Ash, Internal Auditor, County Auditor's Office; Mr. Paul Brown, President, First Midstate, Inc.; Mr. Randy Erickson, Vice President, Commercial Lending, Commerce Bank; Mr. Dennis Mohrman, Executive Director, YMCA

Chairman Sorensen called the meeting to order at 4:00 p.m.

Chairman Sorensen presented the minutes from the May 1, 2007 Finance Committee Meeting for approval.

Motion by Nuckolls/Moss to approve the Minutes of the May 1, 2007 Committee Meeting.
Motion carried.

Chairman Sorensen called for a motion to go into Executive Session to discuss Pending Litigation with the Committee Members, the Administrator's Office Staff, Jennifer Ho, Risk Manager, and legal counsel.

Motion by Moss/Butler to Recommend the Finance Committee go into Executive Session at 4:02 p.m. to discuss Pending Litigation with the Committee Members; the Administrator's Office Staff; Jennifer Ho, Risk Manager and legal counsel.
Motion carried.

Motion by Rackauskas/Moss to recommend the Finance Committee return to Open Session at 4:21 p.m.
Motion carried.

Chairman Sorensen called for a motion to accept the recommendation of the outside counsel in regards to the Litigation issue.

Motion by Butler/Nuckolls to Accept the Recommendation of the Outside Counsel in regards to the Pending Litigation issue.
Motion carried.

Mr. Bill Yoder, State's Attorney, presented a request for approval of a Resolution of the McLean County Board Amending the FY'2007 Funded Full-Time Equivalent Positions Resolution, General Fund 0001, State's Attorneys Office. He explained that, during the 2007 budget negotiations, he had requested a 0.50 FTE support staff member and a 0.25 FTE attorney position. At that time, it was necessary to make a choice between the two positions. Mr. Yoder stated that he decided to request the 0.50 FTE support staff member. He noted that the position has not yet been filled, and, since that time, the need for the 0.25 FTE attorney position has become more essential. Mr. Yoder indicated that it is budget neutral for this year. However, the cost of budgeting a 1.0 FTE attorney in FY'2008 will result in an increase next year.

Motion by Nuckolls/Rackauskas to recommend Approval of a Resolution of the McLean County Board Amending the FY'2007 Funded Full-Time Equivalent Positions Resolution, General Fund 0001, State's Attorneys Office.
Motion carried.

Chairman Sorensen asked if there were any questions. Hearing none, he thanked Mr. Yoder.

Ms. Jackie Dozier, County Auditor, presented a report on the Law Library. She advised that the Law Library has a positive balance of \$247.00 as of May 23, 2007.

Ms. Carol Ash, Internal Auditor, County Auditor's Office, reviewed the McLean County Telephone Long-distance Audit. She indicated that the objective of the audit was to ensure that County Personnel Policy 10.84-3, Use of County Telephone, was being followed. Ms. Ash stated that the scope of the audit included reviewing the County's accounts payable policy, the distribution procedures associated with the Sprint long distance telephone bill, examination of three months of long distance bills (December 2006, January and February 2007), testing of telephone lines assigned to each department to verify purpose, and any reimbursements made for personal calls.

Ms. Ash advised that it is the responsibility of each County employee to keep track of their personal long distance calls, review the bill for current charges and to make reimbursement for those charges on a monthly basis. The supervisor or department head also needs to review the bill to ensure that the policy is being followed.

Ms. Ash reported the following findings:

- Five departments are making reimbursements for personal long distance calls on a monthly basis.
- Numerous personal long distance calls have been made on County telephones in almost every department with no corresponding reimbursement.
- In two departments, personal long distance usage over the lunch hour seems to be excessive with no documented reimbursements for the charges incurred.
- In some instances, it is difficult to pinpoint which individuals should be reimbursing the County due to the fact that specific telephone numbers are located within a certain department, but the individual phone number is not assigned to a specific individual.
- Overall, this County policy is not being adhered to.

Ms. Ash stated that she has discussed the issue with the department heads of the two departments with the most excessive charges. The department heads agreed to supervise the personal long-distance phone calls.

Ms. Ash indicated that she will continue to monitor the personal long-distance phone usage.

Ms. Rackauskas asked what prompted the personal long-distance phone call audit. Ms. Ash replied that she tries to do different internal audits throughout the year to test for financial controls and compliance with County policy. However, she noted that Ms. Dozier asked her to audit the personal long-distance phone usage as Ms. Dozier did not believe it was being followed.

Ms. Ash emphasized that it is acceptable for County employees to make personal long-distance phone calls, but they must keep track of those calls and reimburse the County for the calls.

Chairman Sorensen asked if there were any other questions. Hearing none, he thanked Ms. Dozier and Ms. Ash. He noted that he appreciates the efforts of the internal auditor to monitor these types of issues.

Ms. Becky McNeil, County Treasurer, reviewed her Financial Reports for the period ending May 31, 2007 as distributed. She indicated that she e-mailed the report to the Committee prior to the meeting. Ms. McNeil noted that a property tax distribution was made yesterday by the Treasurer's Office.

Chairman Sorensen asked that Ms. McNeil review the reports in-depth to accommodate the new Finance Committee member.

Ms. McNeil reviewed the Summary of Retailers Occupation Tax, State Income Tax and Personal Property Replacement Tax Revenue Report for the month ending May 31, 2007. She indicated that this report is important because other than the Property Tax revenue, these are the main sources of revenue coming into the County's General Fund, particularly the Sales Tax and Income Tax. Ms. McNeil advised that the economy has a lot to do with how the numbers change. If the economy is down, the revenue sources are down, interest on investments is down, etc. She stated that we are currently about 41% into the year, so it is important to keep these percentages at least at 41% or above.

Ms. McNeil reviewed the report, as follows:

- Retailers Occupation Tax Revenue Year to Date is \$2,311,083.75, which is -4.78% down from last year and 38.45% of budget.
- State Income Tax Revenue is \$860,347.58, which is 11.29% over last year and 53.93% of budget.
- Personal Property Replacement Tax Revenue is \$934,102.57, which is 19.97% above last year and 66.96% of budget.

Ms. McNeil indicated that the Personal Property Replacement Tax Revenue is very important, noting that in past years, because of the economy, these numbers did not come in as budgeted. She pointed out that right now we are at 66.96% with distributions yet to come in July, August, October and December.

Ms. McNeil noted that there is nothing under the General Real Estate Taxes as of May 31st. She noted that the first distribution was received yesterday, which will be reflected in the June Finance Statements.

Ms. McNeil reviewed the Investment Report. She indicated that this report includes all investments for all funds. The funds that are set out separately are funds that must be maintained separately. Ms. McNeil explained that the first section is all of the Pooled Funds. She reported that the CD's on all of the Pooled Funds total \$5,620,000.00. Ms. McNeil stated that there was one CD that came due in May. The previous rate was 4.81% and it was renewed for one year at 5.15%. She indicated that she took out a new CD at Flanagan State Bank at 5.15%, which will mature in November 2007.

Ms. McNeil reviewed the remaining balances in the Pooled Fund Accounts. She noted that the Bank One account negative figure was due to timing. There was a payroll on June 1st, so checks were written out of Bank One before the transfer into Bank One occurred. Ms. McNeil pointed out that National City is at 4.94%; Illinois Funds-Money market is at 5.04% and the Prime Account is at 5.197%. She advised that the Money Market is the account which the County works out of on a weekly basis for transferring money.

Ms. McNeil reported that the Pooled Funds total \$11,746,639.63.

Ms. McNeil reviewed the funds that are watched and invested separately, including the Court Restitution Account, the County Motor Fuel Fund, McLean County Nursing Home Fund, ETSB Fund, Metro Communications Fund, Township Motor Fuel Tax Fund, Township Bridge Program Fund, Eye Clinic, Employee Benefit Plan Fund, Baker Estate Trust Fund, Community Development Assistance Fund and the Drainage District. She noted that she acts as Treasurer over these Funds.

Ms. McNeil reported that the total of all funds is \$25,712,868.54.

Ms. McNeil advised that the balance in the CDAP Fund is \$740,000.00. She noted that she is in the process of writing a check for \$100,000.00 for the Coffee Hound, which will bring the balance down to \$640,000.00. Ms. McNeil advised that a previous applicant will be requesting additional funds.

Ms. McNeil reviewed the Statement of Revenues, Expenditures and Fund Balance for the General Fund as of May 31, 2007. She explained that this report looks at the 2006 Budget, the Year-to-Date Revenue, the 2007 Budget and the Year-to-Date Revenue, thus comparing the two years. Ms. McNeil reported the following:

- At the beginning of the year, the Fund Balance was \$10,588,351.17;
- The total Revenue as of May 31, 2007 is \$8,219,512.91, which is 27.31% of budget;
- Expenditures are \$11,961,428.09, which is 39.75% of budget;
- The Fund Balance as of May 31, 2007 is \$6,846,435.99.
- The Net Fund Change in the Fund Balance is (\$3,741,915.18.)

Ms. McNeil stated that this is the time of year when expenses typically exceed the revenue.

Mr. Moss asked if Ms. McNeil is still working on investing County funds in credit unions. Ms. McNeil responded that she is, but credit unions are required to provide certain reports before she can invest public funds with them.

Ms. McNeil reviewed a report, which she distributed. She stated that the figures on the report are not the final numbers for 2006, noting that the audit is currently in its final stages. Ms. McNeil advised that, in past years, the County has been in a low cash position in the month of May before the taxes came in. She reported that the County has been very fortunate in 2004, 2005 and 2006. Ms. McNeil explained that the first column on the report is the County Revenue and the second column is the percentage of budget. She noted that, for each of those years, the revenue has come in over budget. Ms. McNeil stated that the expenses from 1999 to 2006, in some years, have exceeded budget (2004) and in other years, such as 2002 and 2003, we held the line.

Ms. McNeil reiterated that these are not final numbers. However, the revenue is \$31,230,000.00 and expenses are \$29,347,000.00, for a growth of \$1.8 million, which increased the Fund Balance from \$8.7 million to \$10.5 million. She noted the significant increase in income from investment earnings. Ms. McNeil indicated that when the 2006 budget was reviewed in July 2005, interest rates were at 3%. By the end of 2006, rates were 5%, which is a significant jump. Ms. McNeil added that the revenue from zoning cases, permit fees and land host fees also significantly jumped over what was budgeted. She noted that the external auditors will cover the areas they found that caused an increase in revenue in 2006.

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Chairman Sorenson clarified that this report pertains to the General Fund only. Ms. McNeil replied that he is correct.

Motion by Nuckolls/Moss to accept and place on file the Month-end Financial Reports from the County Treasurer's Office for the month ending May 31, 2007, as submitted.
Motion carried.

Chairman Sorensen asked if there were any questions or comments. Hearing none, he thanked Ms. McNeil.

Chairman Sorensen presented the 2008 Farmland Certification as submitted by Mr. Robert Kahman, Supervisor of Assessments. He asked if there were any questions. There were none.

Mr. Lee Newcom, County Recorder, presented his Monthly Report. Mr. Newcom stated that there is nothing out of the ordinary in the report. Chairman Sorensen asked if there were any comments or questions. Hearing none, he thanked Mr. Newcom.

Mr. Newcom asked what will be the date of the July Finance Committee meeting. He noted that Mr. Bruce Cowans from Maximus will present his report on the County Recorder's Office at the July meeting.

Mr. Zeunik advised that the County Board Meeting was moved to July 24th due to the NACo Conference. He stated that the Transportation Committee moved its meeting from July 3rd to July 10th. After a brief discussion, the Committee agreed to move the Finance Committee meeting to Tuesday, July 10th at 4:00 p.m.

Ms. Peggy Ann Milton, County Clerk, presented a request for approval of Precinct Splits and Restructuring. The precincts will be restructured as follows:

Current

Will Become

Normal 8
Normal 18
Normal 23
Normal 26
Bloomington Township

Normal 8 and Normal 30
Normal 18 and Normal 28
Normal 23 and Normal 29
Normal 26 and Normal 27
Combining Bloomington 1, 3 and 4 to become Bloomington 1 (Bloomington 2 did not change)

Danvers Township
Hudson Township

Danvers 1 and Danvers 2
Restructuring for more even splits of
voters

Old Town
Randolph Township

Old Town 1 and Old Town 2
Restructuring and adding fourth precinct

Ms. Milton advised that the County Board has the responsibility to split precincts according to 10 ILCS 5/11-2. She indicated that all of the reorganizations have been approved by the appropriate Township Supervisors. Ms. Milton stated that the splits need to be done in June of each year in order to keep the numbers in a reasonable range. She also noted that she tries to keep the Legislative and Congressional boundaries the same so that there are not a lot of ballot style splits as well. Ms. Milton stated that this is something that Information Services and Sidwell look at when they are doing the splits and legal descriptions.

Ms. Milton indicated that the vast majority of the precincts will remain in the same polling places, with a couple of exceptions. She advised that this will not increase the budget from an election equipment perspective, but in even years it will cause the amount of election judges to go up, which will be an added expense.

Motion by Nuckolls/Butler to recommend Approval of
the Precinct Splits and Restructuring.
Motion carried.

Ms. Milton reviewed the NACo Prescription Drug Discount Card Program. She reminded the Committee that there is no cost to the County to provide the Prescription Drug Discount Card Program to citizens of McLean County.

Ms. Milton stated that Mr. Brian Hug was reviewing the contract and had a few questions before he could approve the contract. Therefore, it could not be brought back to the Committee as an action item. Ms. Milton noted that, since then, Mr. Hug approved the contract.

Ms. Milton reviewed the program's success in other Counties, noting that Peoria County's savings are over \$100,000.00, DeKalb County saved \$107,000.00 in 17 months, DuPage County saved \$83,000.00 in eight months and Lake County saw a savings of \$590,000.00 in two years.

Ms. Milton advised that she has spoken with Mr. Bob Keller, Director, Health Department, who indicated that he would be interested in overseeing the Drug Discount Card Program. She stated that she has a packet of information on the

program that she will turn over to Mr. Keller if the Committee determines that he will supervise the program.

Chairman Sorensen expressed the Committee's appreciation for the work that Ms. Milton has done regarding promoting this program. He advised that Board Chairman Sweeney feels strongly that, since this is a healthcare program, the administration of the program should be in the Health Department. The Committee concurred that it should be handed over to Mr. Keller.

Mr. Moss asked if this will be an action item next month. Chairman Sorensen responded that Mr. Keller is aware that he will likely administer the program. Ms. Milton reiterated that she will give the packet to Mr. Keller. Mr. Zeunik indicated that he asked Mr. Keller to bring to the Committee a plan on how he will work with the public health nurses, the John Scott Health Commission, the Community Health Clinic and the Townships to integrate this program into the other public health initiatives that the Health Department administers.

Ms. Milton stated that she told Mr. Keller that she will be happy to put cards on her counter and encouraged other Departments to consider passing them out as well.

Ms. Milton reviewed her Quarterly Report, which compares January, February and March year-to-date figures of 2006 with 2007. She noted that the budget is up in some cases and down in other cases.

Chairman Sorensen asked if there have been any fee increases between 2006 and 2007. Ms. Milton replied that there have been no fee increases.

Chairman Sorensen asked if there were any comments or questions. Hearing none, he thanked Ms. Milton.

Mr. Don Lee, Director, Nursing Home presented his Monthly Report. He noted that there is nothing unusual in the report. Mr. Lee noted that the month of April ended positively with an \$11,400.00 surplus and the year-end projection is currently at \$400,000.00. He indicated that this projection may be a little high.

Mr. Lee reported that the census figures for the month of April were a little lower than they were in May. He stated that the average is 147 residents. However, there was a significant turn-around in June with several discharges. Mr. Lee advised that the census has fluctuated far more this year than it has in the past.

Ms. Rackauskas asked what is the total capacity for the Nursing Home. Mr. Lee replied that the total capacity is 150 residents.

Chairman Sorensen asked if there were any comments or questions. Hearing none, he thanked Mr. Lee.

Mr. John Zeunik, County Administrator, introduced Mr. Paul Brown, President, First Midstate, Inc.; Mr. Randy Erickson, Vice President, Commercial Lending, Commerce Bank and Mr. Dennis Mohrman, Executive Director, YMCA.

Mr. Zeunik presented a request for approval of the Issuance of a Tax-Exempt Bond by McLean County for the Bloomington-Normal YMCA. He stated that the Bloomington-Normal YMCA is planning a new 62,500 square foot facility on 6 acres of property on Ireland Grove Road near the Links at Ireland Grove Development, the P.O.N.Y. Baseball complex and the Prairie City Soccer League fields. Mr. Zeunik indicated that the YMCA and First Midstate, the YMCA's financial advisor, have asked to use the County's tax-exempt borrowing authority to issue up to \$10 million in tax-exempt bonds for this project.

Mr. Zeunik stated that the YMCA, as a not-for-profit entity, is permitted to seek authority from a local government to issue tax-exempt bonds.

Mr. Zeunik advised that, under the terms of the proposed financing, the County would be acting as a "conduit" to provide the YMCA access to tax-exempt financing. He noted the following:

- The County would not be responsible in any way for repayment of the debt service on the bonds.
- Issuance of the tax-exempt bonds for the YMCA would not affect the County's credit rating.
- Issuance of the tax-exempt bonds for the YMCA would not exceed the County's statutory legal debt limit of \$80,004,507.00.

Mr. Zeunik stated that the only risk for the County is the \$10 million annual limitation on the issuance of tax-exempt, bank qualified bonds. Under current federal law, the County may not issue more than \$10 million in tax-exempt, bank qualified bonds in a calendar year. He advised that it is unlikely that the County will be in the capital market again this year. Mr. Zeunik noted that the County is finishing the project at the Law and Justice Center, which is scheduled to be completed in November. With the completion of that project, the County will be finished with capital financing and debt-related projects for the next several years.

Mr. Paul Brown, President, First Midstate, Inc. thanked the Committee for the opportunity to speak today. He stated that \$10 million would be the maximum amount that the YMCA may need to finance on this project, and it may actually be less. Mr. Brown advised that the YMCA is also in the process of a fund-raising program with which they have had some success. He reiterated that the YMCA, as a not-for-profit entity, can borrow on a tax-exempt basis, but only by borrowing the tax-exempt status of a municipal entity, such as the County.

Mr. Brown estimated that the YMCA could save \$1 million by utilizing a tax-exempt bond versus a taxable commercial loan. He indicated that Mr. Erickson can discuss the status of the relationship between the local financial institutions who are looking at this expansion as a community project.

Mr. Erickson advised that a successful meeting was held with 14 different financial institutions. He indicated that 7 or 8 of the financial institutions expressed a strong interest in taking part in this project. Mr. Erickson stated that the YMCA project will be a community effort.

Chairman Sorensen asked what is the timetable for selling the bonds. Mr. Brown replied that the YMCA has been working with Chapman and Cutler as bond counsel. He noted that the County has worked with Chapman and Cutler on projects as well. Mr. Brown indicated that, if the County is agreeable to facilitating this tax-exempt bond, the intention is to get it accomplished within the next few months. Chairman Sorensen advised that the County would like to see this completed by the end of this year.

Mr. Nuckolls asked if this limitation only affects the County for this current fiscal year. Chairman Sorensen responded that he is correct.

Ms. Rackauskas asked if the motion is worded in such a way that it indicates this tax-exempt bond is for this fiscal year only. Chairman Sorensen replied that it does not, but it could be amended to insert a time frame to sell the debt.

Chairman Sorensen asked what is the official execution document needed to accomplish the issuance of this tax-exempt bond. Mr. Brown replied that there will be a lot of paperwork, but to initiate the process, it would only take a recommendation for approval by the Finance Committee to send it to the County Board for approval. Mr. Zeunik asked if a Resolution approving the request received from the YMCA would be adequate. Mr. Brown responded that a Resolution would be appropriate. He indicated that he will work closely with Chapman and Cutler to put together the various documents needed to move this project forward.

Chairman Sorensen stated that he wanted to move this proposal forward with one recommendation rather than bringing it back to the Committee again. He recommended that the Finance Committee recommend approval of an in-concept motion and then have a Resolution ready to be considered at the Finance Committee Stand-up meeting on June 19th.

Mr. Butler asked what is the criteria for another not-for-profit entity coming to the County with a similar request. Chairman Sorenson replied that a request can only come from an appropriately chartered 501(c)3 organization.

Mr. Moss asked Mr. Mohrman to address the job creation aspects of the new facility. Mr. Mohrman replied that he anticipates that the payroll will double in size from \$600,000.00 to \$1.2 million. He indicated that the new building will create new opportunities, including new staffing, membership growth and program growth.

Chairman Sorensen referred to Mr. Butler's question about additional requests. He stated that, with a proposal such as this one, the entity must be able to demonstrate its ability to carry the debt and to pay off the bonds. He noted that this requirement would alleviate the possibility of numerous requests.

Motion by Nuckolls/Moss to recommend Approval of the Issuance of a Tax-Exempt Bond by McLean County for the Bloomington-Normal YMCA as amended to require the Administrator's Office to prepare a Resolution mandating that this Tax-exempt Financing be completed before December 31, 2007.
Motion carried.

Mr. Zeunik presented a request for approval of a Resolution authorizing the Emergency Telephone Systems Board and the Metro McLean County Centralized Communications Center to offer a Salary above the Starting Maximum Salary under the Personnel Ordinance and Policy. He asked Mr. Terry Lindberg, Assistant County Administrator, to review this request.

Mr. Lindberg explained that several months ago the ETSB Administrator, Mr. Bill Gamblin, resigned. Since that time, the position has been left open, with various people assisting with the ETSB administration, most notably Deputy Jeff Thompson. Mr. Lindberg stated that it became necessary for Deputy Thompson to return to the Sheriff's Department.

Mr. Lindberg advised that the current plan is to combine the ETSB Coordinator with the existing MetCom Director position. He pointed out that the MetCom Director has been paid on the basis of just administering MetCom. With the addition of the ETSB Coordinator responsibilities, it is necessary to increase the salary to reflect the additional duties. Mr. Lindberg stated that the MetCom Director's salary is currently \$75,590.00 and, under the proposed resolution, that salary would increase to \$80,927.00, which is more than the normal policy allows. It would be going from Step 56 to Step 74 of the same pay grade. However, he noted that, with one person doing what two people used to do, the cost would be split between MetCom and ETSB on an 80-20 basis.

Mr. Lindberg pointed out that the salary will increase more than is normally acceptable under the policy, but there is a savings to both agencies as a result of combining the duties into one position. He stated that it is anticipated that this will be on a permanent basis, but the ETSB Board members are reserving their right to review this again in a year.

Ms. Rackauskas asked if this proposal still needs to go through the MetCom Board for their approval. Mr. Lindberg replied that the MetCom Board and ETSB Board are well aware of this proposal and both have approved the proposal.

Chairman Sorensen asked if the option of reclassifying this as a Grade 14 was explored. Mr. Lindberg replied that it was investigated, but it was determined that the position did not warrant a Grade 14 at this time.

Mr. Moss asked if the duties of the ETSB Director have changed over the last year. Mr. Lindberg replied that the duties have changed significantly, noting that there is less time spent at the Illinois Commerce Commission and doing on-site field inspections.

Chairman Sorensen indicated that the County Board, ETSB and MetCom owe Deputy Thompson their gratitude for the work he has accomplished over the last year or so.

Motion by Rackauskas/Butler to recommend Approval of a Resolution Authorizing the Emergency Telephone Systems Board and the Metro McLean County Centralized Communications Center to offer a Salary above the Starting Maximum Salary under the Personnel Ordinance and Policy.
Motion carried.

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Mr. Moss recommended that the Committee write a letter of appreciation to Deputy Thompson. Chairman Sorensen asked the Administrator's Office to prepare a letter for the Finance Committee to sign at the Stand-up Committee meeting.

Chairman Sorensen asked if there were any further questions. There were none.

Chairman Sorensen called for a motion to go into Executive Session to discuss Collective Bargaining with the Committee Members and the Administrator's Office Staff.

Motion by Moss/Butler to Recommend the Finance Committee go into Executive Session at 5:20 p.m. to discuss Collective Bargaining with the Committee Members and the Administrator's Office Staff.
Motion carried.

Motion by Butler/Nuckolls to recommend the Finance Committee return to Open Session at 5:40 p.m.
Motion carried.

Chairman Sorensen called for a motion to approve the contract with the Laborers' International Union of North America Local #362.

Motion by Butler/Rackauskas to recommend Approval of the Collective Bargaining Agreement between McLean County Board and Laborer's International Union of North America Local #362 as presented.
Motion carried.

Chairman Sorensen presented the May 31, 2007 Finance Committee bills for review and approval as transmitted by the County Auditor. The Finance Committee bills include a Fund Total of \$988,627.94 with a Prepaid Total the same and the Nursing Home Fund Total is \$551,481.78 with a Prepaid Total the same.

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Motion by Moss/Nuckolls to recommend approval of
the Finance Committee bills as of May 31, 2007.
Motion carried.

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Chairman Sorensen reminded the Committee members that there will be a Stand-up Committee meeting on June 19th at 8:30 a.m. with two agenda items. The first is the Resolution for the YMCA and the second is a CDAP Revolving loan request. Mr. Zeunik indicated that last April the Committee and the Board approved a CDAP Revolving Loan for GridIron Brew Works, a restaurant being built at the Shops at College Hills. Since that time, they have changed their name to DESTIHL. Mr. Zeunik advised that they have had a very successful sale of private equity sales and have entered into an agreement to be the exclusive caterer for the new Hampton Inn. As a result of the expansion, they have submitted a new CDAP Revolving Loan application and have asked that the loan amount increase from \$225,000.00 to \$350,000.00.

Ms. Rackauskas asked what is a CDAP Revolving Loan. Mr. Lindberg explained that a CDAP Revolving Loan is a Community Development loan for projects that have other bank financing, but not enough to finish the project. The company must be able to show that they are willing to help the local economy by creating new jobs, etc. Chairman Sorensen recommended that Ms. Rackauskas meet with the Administrator's Office to learn more about CDAP Revolving Loans.

There being nothing further to come before the Committee at this time, Chairman Sorensen adjourned the meeting at 5:46 p.m.

Respectfully Submitted,

Judith A. LaCasse
Recording Secretary

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